

CONSUMERS ILLINOIS WATER COMPANY  
Vermillion Water Division  
Rate Case Docket No. 00-

Schedule C - 4  
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Person Responsible: D. Leppert

Period Reported: 1999 - 2001  
Prior Year (1999) 12 Mo. Actual

Comparative Operating Income Statements for Prior Years and the Test Year - Vermillion Water Division

Line	Account # (A)	Account Description (B)	Direct PR (C)	Non-PR (D)	1999 Total (E)	Direct PR (F)	Non-PR (G)	2000 Total (H)	Direct PR (I)	Non-PR (J)	2001 Total (K)
1	460-474	Total Operating Revenues		\$8,963,600	\$8,963,600		\$8,979,460	\$8,979,460		\$8,989,385	\$8,989,385
2	601	Salaries & Wages, Employees	943,316		943,316	1,008,551		1,008,551	1,075,692		1,075,692
3	603	Salaries & Wages, Officers	44,186		44,186	75,221		75,221	80,229		80,229
4	604	Employee Pensions & Benefits		289,245	289,245		304,441	304,441		313,720	313,720
5	615 & 616	Purchased Power & Fuel for Power Prod.		336,934	336,934		353,424	353,424		355,151	355,151
6	618	Chemicals		231,967	231,967		222,348	222,348		248,926	248,926
7	620	Materials & Supplies		134,313	134,313		122,508	122,508		127,344	127,344
8	631	Contractual Services - Engineering		5,838	5,838		5,000	5,000		5,075	5,075
9	632	Contractual Services - Accounting		0	0		0	0		0	0
10	633	Contractual Services - Legal		8,225	8,225		8,725	8,725		8,857	8,857
11	634	Contractual Services - Management		941,370	941,370		827,789	827,789		852,416	852,416
12	635	Contractual Services - Other		342,281	342,281		300,453	300,453		305,913	305,913
13	641 - 642	Lease Expense		17,066	17,066		29,695	29,695		30,273	30,273
14	650	Transportation Expense		42,893	42,893		38,766	38,766		39,349	39,349
15	656 - 659	Insurance Expense		87,703	87,703		114,725	114,725		117,410	117,410
16	667	Regulatory Commission Exp. Amortization		78,524	78,524		78,524	78,524		65,827	65,827
17	670	Bad Debt Expense		87,967	87,967		83,662	83,662		83,755	83,755
18	675	Miscellaneous Expense		100,317	100,317		73,356	73,356		114,716	114,716
19		O & M Expenses	987,502	2,704,643	3,692,145	1,083,772	2,563,416	3,647,188	1,155,921	2,668,732	3,824,653
20	403	Depreciation Expenses		1,145,913	1,145,913		1,226,632	1,226,632		1,436,107	1,436,107
21	406	Amortization of Utility Plant Acquisition Adjust.		0	0		0	0		0	0
22	407	Amortization - Transaction Costs (Below Line)		0	0		0	0		0	0
23	408	Taxes Other Than Income		569,425	569,425		613,915	613,915		634,006	634,006
24		Income Taxes - Current Federal		798,549	798,549		719,693	719,693		537,607	537,607
25		Income Taxes - Current State		164,247	164,247		159,488	159,488		118,891	118,891
26		Deferred Federal Income Taxes		0	0		0	0		0	0
27		Deferred State Income Taxes		0	0		0	0		0	0
28		Provision for Deferred Income Taxes - Credit		0	0		0	0		0	0
29		Amortization of I. T. C. - Federal		-23,474	-23,474		-23,474	-23,474		-23,474	-23,474
30		Amortization of I. T. C. - State		-1,080	-1,080		-1,080	-1,080		-1,080	-1,080
31		Utility Operating Expenses	\$987,502	\$5,358,223	\$6,345,725	\$1,083,772	\$5,258,590	\$6,342,362	\$1,155,921	\$5,370,789	\$6,526,710
32		Utility Operating Income	-\$987,502	\$3,605,377	\$2,617,875	-\$1,083,772	\$3,720,870	\$2,637,098	-\$1,155,921	\$3,618,596	\$2,462,675
33		Gains (Losses) from Disposition of Utility Property (Net)		\$129,365	\$129,365						
34		Total Utility Operating Income	-\$987,502	\$3,734,742	\$2,747,240	-\$1,083,772	\$3,720,870	\$2,637,098	-\$1,155,921	\$3,618,596	\$2,462,675
35		Other Income and Deductions:									
36		Interest and Dividend Income		35,674	35,674		20,352	20,352		16,051	16,051
37		Allowance for Funds Used During Construction		43,058	43,058		171,323	171,323		0	0
38		Non-Utility Income		69,263	69,263		67,818	67,818		69,388	69,388
39		Miscellaneous Non-Utility Expenses		-48,212	-48,212		-51,006	-51,006		-46,491	-46,491
40		Non-Operating Income Taxes					-20,513	-20,513		-9,083	-9,083
41		Total Other Income and Deductions		\$99,783	\$99,783	\$0	\$187,974	\$187,974	\$0	\$29,865	\$29,865
42		Debt Expense:									
43		Interest Expense		1,270,729	1,270,729		1,425,900	1,425,900		1,453,468	1,453,468
44		Amortization of Debt Discount and Expense		37,658	37,658		36,800	36,800		35,705	35,705
45		Amortization of Premium on Debt		5,178	5,178		5,600	5,600		5,550	5,550
46		Total Debt Expense		\$1,313,565	\$1,313,565	\$0	\$1,468,300	\$1,468,300	\$0	\$1,494,723	\$1,494,723
47											
48											
49											
50											
51											
52		NET INCOME (LOSS)	-\$987,502	\$2,520,960	\$1,533,458	-\$1,083,772	\$2,440,544	\$1,356,772	-\$1,155,921	\$2,153,738	\$997,817

Period Reported: 1996 - 1998

Comparative Operating Income Statements for Prior Years and the Test Year - Vermilion Water Division

Line	Account # (A)	Account Description (B)	Direct PR (C)	Non-PR (D)	1996 Total (E)	Direct PR (F)	Non-PR (G)	1997 Total (H)	Direct PR (I)	Non-PR (J)	1998 Total (K)
1	460-474	Total Operating Revenues		\$7,850,691	\$7,850,691		\$7,888,080	\$7,888,080		\$8,337,844	\$8,337,844
2	601	Salaries & Wages, Employees	893,525		893,525	845,312		845,312	845,648		845,648
3	603	Salaries & Wages, Officers	0		0	108,859		108,859	62,806		62,806
4	604	Employee Pensions & Benefits		278,057	278,057		235,155	235,155		174,119	174,119
5	615 & 616	Purchased Power & Fuel for Power Prod.		366,618	366,618		401,746	401,746		362,750	362,750
6	618	Chemicals		237,904	237,904		229,795	229,795		228,958	228,958
7	620	Materials & Supplies		160,101	160,101		157,120	157,120		159,062	159,062
8	631	Contractual Services - Engineering		0	0		0	0		9,628	9,628
9	632	Contractual Services - Accounting		18,500	18,500		30,089	30,089		0	0
10	633	Contractual Services - Legal		18,208	18,208		25,932	25,932		12,133	12,133
11	634	Contractual Services - Management		326,341	326,341		258,966	258,966		969,854	969,854
12	635	Contractual Services - Other		150,660	150,660		165,026	165,026		180,836	180,836
13	641 - 642	Lease Expense		11,052	11,052		11,625	11,625		17,848	17,848
14	650	Transportation Expense		38,517	38,517		48,184	48,184		64,739	64,739
15	656 - 659	Insurance Expense		115,664	115,664		116,445	116,445		82,361	82,361
16	667	Regulatory Commission Exp. Amortization		121,957	121,957		155,543	155,543		97,727	97,727
17	670	Bad Debt Expense		88,886	88,886		129,477	129,477		67,723	67,723
18	675	Miscellaneous Expense		211,368	211,368		213,094	213,094		193,227	193,227
19		O & M Expenses	893,525	2,143,833	3,037,358	954,171	2,178,197	3,132,368	908,454	2,620,965	3,529,419
20	403	Depreciation Expenses		1,148,816	1,148,816		1,174,206	1,174,206		1,105,310	1,105,310
21	406	Amortization of Utility Plant Acquisition Adjust.		0	0		0	0		0	0
22	407	Amortization - Transaction Costs		0	0		0	0		0	0
23	408	Taxes Other Than Income		592,817	592,817		578,328	578,328		493,879	493,879
24		Income Taxes - Current		630,656	630,656		631,737	631,737		782,378	782,378
25		Deferred Federal Income Taxes		0	0		0	0		0	0
26		Deferred State Income Taxes		0	0		0	0		0	0
27		Provision for Deferred Income Taxes - Credit		0	0		0	0		0	0
28		Amortization of I. T. C.		0	0		-24,554	-24,554		-24,554	-24,554
29		Utility Operating Expenses	\$893,525	\$4,516,122	\$5,409,647	\$954,171	\$4,557,914	\$5,492,085	\$908,454	\$4,977,978	\$5,886,432
30											
31		Utility Operating Income	-\$893,525	\$3,334,569	\$2,441,044	-\$954,171	\$3,350,166	\$2,395,995	-\$908,454	\$3,359,866	\$2,451,412
32		Gains (Losses) from Disposition of Utility Property (Net)									
33		Total Utility Operating Income									
34		Other Income and Deductions:									
35		Interest and Dividend Income		0	0		29,885	29,885		38,507	38,507
36		Allowance for Funds Used During Construction		50,091	50,091		13,285	13,285		0	0
37		Non-Utility Income		52,947	52,947		64,223	64,223		74,312	74,312
38		Miscellaneous Non-Utility Expenses		0	0		-26,252	-26,252		-22,424	-22,424
39		Total Other Income and Deductions	\$0	\$103,038	\$103,038	\$0	\$81,141	\$81,141	\$0	\$90,395	\$90,395
40											
41											
42		Debt Expense:									
43		Interest Expense		1,421,803	1,421,803		1,353,327	1,353,327		1,310,328	1,310,328
44		Amortization of Debt Discount and Expense		40,037	40,037		36,781	36,781		38,156	38,156
45		Amortization of Premium on Debt		7,982	7,982		8,968	8,968		7,376	7,376
46		Total Debt Expense	\$0	\$1,469,822	\$1,469,822	\$0	\$1,399,076	\$1,399,076	\$0	\$1,355,860	\$1,355,860
47											
48											
49		NET INCOME (LOSS)	-\$893,525	\$1,967,785	\$1,074,260	-\$954,171	\$2,032,231	\$1,078,060	-\$908,454	\$2,094,401	\$1,185,947

CONSUMERS ILLINOIS WATER COMPANY

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Proposed Test Year Period: Future  
Period Reported: 1999 - 2001  
Prior Year (1999) 12 Mo. Actual

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Person Responsible: D. Leppert

**Variances in Non-Payroll Operations and Maintenance Expense - Total Company**

Line	Account Number (A)	Account Description (B)	1999 (C)	Projected 2000 (D)	2000 Dollar Change (D - C) (E)	2000% Change (E / C) (F)	Projected 2001 (G)	2001 Dollar Change (G - D) (H)	2001% Change (H / D) (I)
1	604	Employee Pensions & Benefits	\$997,427	\$1,013,406	\$15,979	1.6%	\$1,071,669	\$58,263	5.7%
2									
3	615 & 616	Purchased Power & Fuel for Power Prod.	1,190,284	1,193,032	2,748	0.2%	1,202,000	8,968	0.8%
4									
5	618	Chemicals	587,534	558,473	-29,061	-4.9%	596,031	37,558	6.7%
6									
7	620	Materials & Supplies	411,137	381,733	-29,404	-7.2%	389,739	8,006	2.1%
8									
9	631	Contractual Services - Engineering	9,922	12,500	2,578	26.0%	12,181	-319	-2.6%
10									
11	632	Contractual Services - Accounting	92,823	59,442	-33,381	-36.0%	60,337	895	1.5%
12									
13	633	Contractual Services - Legal	135,990	147,983	11,993	8.8%	150,211	2,228	1.5%
14									
15	634	Contractual Services - Management	1,435,112	1,331,519	-103,593	-7.2%	1,351,571	20,052	1.5%
16									
17	635	Contractual Services - Other	1,189,888	1,191,374	1,486	0.1%	1,226,632	35,258	3.0%
18									
19	641 - 642	Lease Expense	78,169	85,818	7,649	9.8%	87,151	1,333	1.6%
20									
21	650	Transportation Expense	216,528	180,966	-35,562	-16.4%	183,691	2,725	1.5%
22									
23	656 - 659	Insurance Expense	334,186	351,691	17,505	5.2%	356,987	5,296	1.5%
24									
25	667	Regulatory Commission Exp. Amortization	416,364	395,391	-20,973	-5.0%	319,892	-75,499	-19.1%
26									
27	670	Bad Debt Expense	282,651	243,728	-38,923	-13.8%	245,519	1,791	0.7%
28									
29	675	Miscellaneous Expense	<u>385,729</u>	<u>156,515</u>	<u>-229,214</u>	-59.4%	<u>384,323</u>	<u>227,808</u>	145.6%
30									
31									
32		SUB-TOTAL O&M	\$7,763,744	\$7,303,571	-\$460,173	-5.9%	\$7,637,934	\$334,363	4.6%

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D. Leppert

Proposed Test Year Period: Future

Period Reported: 1996 - 1999

Prior Year (1999) 12 Mo. Actual

Variances in Non-Payroll Operations and Maintenance Expense - Total Company

Line	Account Number (A)	Account Description (B)	1996 (C)	1997 (D)	1997 Dollar Change (D - C) (E)	1997% Change (E / C) (F)	1998 (G)	1998 Dollar Change (G - D) (H)	1998% Change (H / D) (I)	1999 (J)	1999 Dollar Change (J - G) (K)	1999% Change (K / G) (L)
1	604	Employee Pensions & Benefits	\$805,075	\$630,592	-\$174,483	-21.7%	\$850,007	\$219,415	34.8%	\$997,427	\$147,420	17.3%
2												
3	615 & 616	Purchased Power & Fuel for Power Prod.	1,246,685	1,265,109	18,424	1.5%	1,190,271	-74,838	-5.9%	1,190,284	13	0.0%
4												
5	618	Chemicals	636,652	581,427	-55,225	-8.7%	568,249	-13,178	-2.3%	587,534	19,285	3.4%
6												
7	620	Materials & Supplies	493,666	423,207	-70,459	-14.3%	480,789	57,582	13.6%	411,137	-69,652	-14.5%
8												
9	631	Contractual Services - Engineering	0	0	0	#DIV/0!	26,017	26,017	#DIV/0!	9,922	-16,095	-61.9%
10												
11	632	Contractual Services - Accounting	52,600	85,825	33,225	63.2%	45,300	-40,525	-47.2%	92,823	47,523	104.9%
12												
13	633	Contractual Services - Legal	74,995	192,799	117,804	157.1%	77,858	-114,941	-59.6%	135,990	58,132	74.7%
14												
15	634	Contractual Services - Management	702,969	813,859	110,890	15.8%	1,331,835	517,976	63.6%	1,435,112	103,277	7.8%
16												
17	635	Contractual Services - Other	854,841	801,530	-53,311	-6.2%	745,489	-56,041	-7.0%	1,189,888	444,399	59.6%
18												
19	641 - 642	Lease Expense	113,415	50,979	-62,436	-55.1%	70,124	19,145	37.6%	78,169	8,045	11.5%
20												
21	650	Transportation Expense	187,338	169,953	-17,385	-9.3%	193,564	23,611	13.9%	216,528	22,964	11.9%
22												
23	656 - 659	Insurance Expense	338,296	360,958	22,662	6.7%	326,834	-34,124	-9.5%	334,186	7,352	2.2%
24												
25	667	Regulatory Commission Exp. Amortization	263,957	366,478	102,521	38.8%	377,193	10,715	2.9%	416,364	39,171	10.4%
26												
27	670	Bad Debt Expense	258,568	397,047	138,479	53.6%	217,809	-179,238	-45.1%	282,651	64,842	29.8%
28												
29	675	Miscellaneous Expense	<u>984,552</u>	<u>890,262</u>	<u>-94,290</u>	-9.6%	<u>882,200</u>	<u>-8,062</u>	-0.9%	<u>385,729</u>	<u>-496,471</u>	-56.3%
30												
31												
32		SUB-TOTAL O&M	\$7,013,609	\$7,030,025	\$16,416	0.2%	\$7,383,539	\$353,514	5.0%	\$7,763,744	\$380,205	5.1%

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Variances in Non-Payroll Operations and Maintenance Expense - Vermilion Water Division

Line	Account Number (A)	Account Description (B)	1999 (C)	Projected 2000 (D)	2000 Dollar Change (D - C) (E)	2000% Change (E / C) (F)	Projected 2001 (G)	2001 Dollar Change (G - D) (H)	2001% Change (H / D) (I)
1	604	Employee Pensions & Benefits	\$289,245	\$304,441	\$15,196	5.3%	\$313,720	\$9,279	3.0%
2									
3	615 & 616	Purchased Power & Fuel for Power Prod.	336,934	353,424	16,490	4.9%	355,151	1,727	0.5%
4									
5	618	Chemicals	231,967	222,348	-9,619	-4.1%	248,926	26,578	12.0%
6									
7	620	Materials & Supplies	134,313	122,508	-11,805	-8.8%	127,344	4,836	3.9%
8									
9	631	Contractual Services - Engineering	5,838	5,000	-838	-14.4%	5,075	75	1.5%
10									
11	632	Contractual Services - Accounting	0	0	0	#DIV/0!	0	0	#DIV/0!
12									
13	633	Contractual Services - Legal	8,225	8,725	500	6.1%	8,857	132	1.5%
14									
15	634	Contractual Services - Management	941,370	827,789	-113,581	-12.1%	852,416	24,627	3.0%
16									
17	635	Contractual Services - Other	342,281	300,453	-41,828	-12.2%	305,913	5,460	1.8%
18									
19	641 - 642	Lease Expense	17,066	29,695	12,629	74.0%	30,273	578	1.9%
20									
21	650	Transportation Expense	42,893	38,766	-4,127	-9.6%	39,349	583	1.5%
22									
23	656 - 659	Insurance Expense	87,703	114,725	27,022	30.8%	117,410	2,685	2.3%
24									
25	667	Regulatory Commission Exp. Amortization	78,524	78,524	0	0.0%	65,827	-12,697	-16.2%
26									
27	670	Bad Debt Expense	87,967	83,662	-4,305	-4.9%	83,755	93	0.1%
28									
29	675	Miscellaneous Expense	<u>100,317</u>	<u>73,356</u>	<u>-26,961</u>	-26.9%	<u>114,716</u>	<u>41,360</u>	56.4%
30									
31									
32		SUB-TOTAL O&M	\$2,704,643	\$2,563,416	-\$141,227	-5.2%	\$2,668,732	\$105,316	4.1%

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Person Responsible:

D. Leppert

Proposed Test Year Period: Future

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Prior Year (1999) 12 Mo. Actual

Variances in Non-Payroll Operations and Maintenance Expense - Vermilion Water Division

Line	Account Number (A)	Account Description (B)	1996 (C)	1997 (D)	1997 Dollar Change (D - C) (E)	1997% Change (E / C) (F)	1998 (G)	1998 Dollar Change (G - D) (H)	1998% Change (H / D) (I)	1999 (J)	1999 Dollar Change (J - G) (K)	1999% Change (K / G) (L)
1	604	Employee Pensions & Benefits	\$278,057	\$235,155	-\$42,902	-15.4%	\$174,119	-\$61,036	-26.0%	\$289,245	\$115,126	66.1%
2												
3	615 & 616	Purchased Power & Fuel for Power Prod.	366,618	401,746	35,128	9.6%	362,750	-38,996	-9.7%	336,934	-25,816	-7.1%
4												
5	618	Chemicals	237,904	229,795	-8,109	-3.4%	228,958	-837	-0.4%	231,967	3,009	1.3%
6												
7	620	Materials & Supplies	160,101	157,120	-2,981	-1.9%	159,062	1,942	1.2%	134,313	-24,749	-15.6%
8												
9	631	Contractual Services - Engineering	0	0	0	#DIV/0!	9,628	9,628	#DIV/0!	5,838	-3,790	-39.4%
10												
11	632	Contractual Services - Accounting	18,500	30,089	11,589	62.6%	0	-30,089	-100.0%	0	0	#DIV/0!
12												
13	633	Contractual Services - Legal	18,208	25,932	7,724	42.4%	12,133	-13,799	-53.2%	8,225	-3,908	-32.2%
14												
15	634	Contractual Services - Management	326,341	258,966	-67,375	-20.6%	969,854	710,888	274.5%	941,370	-28,484	-2.9%
16												
17	635	Contractual Services - Other	150,660	165,026	14,366	9.5%	180,888	15,810	9.6%	342,281	161,445	89.3%
18												
19	641 - 642	Lease Expense	11,052	11,625	573	5.2%	17,848	6,223	53.5%	17,066	-782	-4.4%
20												
21	650	Transportation Expense	38,517	48,184	9,667	25.1%	64,739	16,555	34.4%	42,893	-21,846	-33.7%
22												
23	656 - 659	Insurance Expense	115,664	116,445	781	0.7%	82,361	-34,084	-29.3%	87,703	5,342	6.5%
24												
25	667	Regulatory Commission Exp. Amortization	121,957	155,543	33,586	27.5%	97,727	-57,816	-37.2%	78,524	-19,203	-19.6%
26												
27	670	Bad Debt Expense	88,886	129,477	40,591	45.7%	67,723	-61,754	-47.7%	87,967	20,244	29.9%
28												
29	675	Miscellaneous Expense	<u>211,368</u>	<u>213,094</u>	<u>1,726</u>	0.8%	<u>193,227</u>	<u>-19,867</u>	-9.3%	<u>100,317</u>	<u>-92,910</u>	-48.1%
30												
31												
32		SUB-TOTAL O&M	\$2,143,833	\$2,178,197	\$34,364	1.6%	\$2,620,965	\$442,768	20.3%	\$2,704,643	\$83,678	3.2%

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Vermilion Water Division  
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F. Simpson

Income Taxes

Line	Description (A)	Unadjusted Income Taxes at Present Rates (B)	Test Year Income Taxes at Present Rates (C)	Pro Forma Proposed Income Taxes (D)
1	Utility Operating Income (C - 1, line 14)	\$2,462,675	\$2,460,225	\$3,628,961
2	Less: Synchronized Interest Expense (C - 5.4)	-1,494,723	-1,534,540	-1,534,540
3	Add: Income Taxes - net of ITC Amort.	631,943	569,157	1,337,564
4	Net Income Before Income Taxes	1,599,895	1,494,842	3,431,985
5	Income Tax Calculation:			
6	Net Income Before Income Taxes	1,599,896	1,494,842	3,431,985
7	Permanent Differences:			
8	50% Employee Expense	1,897	1,897	1,897
9				
10	Total	1,897	1,897	1,897
11	Timing Differences:			
12	Excess tax Depreciation	-279,619	-207,900	-207,900
13	Pension Expense - FASB 87	4,495	4,495	4,495
14	Overheads	178,044	178,044	178,044
15	Cost of Removal	0	0	0
16	Miscellaneous Adjustment	0	0	0
17	Tank Painting	-168,515	-168,515	-168,515
18	Total	-265,594	-193,875	-193,875
19				
20	TAXABLE INCOME - STATE (Current)	\$1,336,199	\$1,302,864	\$3,240,008
21	INCOME TAXES - STATE			
22	Current	95,939	93,546	232,633
23	Deferred	19,070	13,920	13,920
24	Reconciling adjustment	3,882		
25	Total	\$118,891	\$107,466	\$246,553
26				
27	TAXABLE INCOME - FEDERAL (Current)	\$1,240,260	\$1,209,319	\$3,007,375
28	INCOME TAXES - FEDERAL			
29	Current	434,091	423,262	1,052,581
30	Deferred	86,284	62,984	62,984
31	Reconciling adjustment	17,232		
32	Total	\$537,606	\$486,246	\$1,115,565
33				

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F. Simpson

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**Consolidated Federal Income Tax Return**

Line

- 1 A) The procedure used to allocate the consolidated federal income tax liability is as follows:  
2  
3 Taxes are calculated on a Stand-Alone Basis.  
4  
5  
6  
7 B) The benefits of the consolidated filing of the federal income tax return to CIWC is as follows:  
8  
9 There is neither a benefit nor a detriment to CIWC.  
10  
11  
12  
13  
14  
15 C) The impact of the benefits of filing the consolidated federal income tax return on CIWC's books  
16 is as follows:  
17  
18 No Impact.



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F. Simpson

**Deferred Income Tax Expense**

Line	Description (A)	Unadjusted Present Rates (B)	Test Year at Present Rates (C)	Pro Forma Income Taxes (D)
1	Deferred Income Tax Exp. Calculation:			
2				
3	Timing Differences:			
4	Excess tax Depreciation	\$279,619	\$207,900	\$207,900
5	Pension Expense - FASB 87	-4,495	-4,495	-4,495
6	Overheads	-178,044	-178,044	-178,044
7	Cost of Removal	0	0	0
8	Miscellaneous Adjustment	0	0	0
9	Tank Painting	168,515	168,515	168,515
10	Total Taxable Basis for Deferred SIT Expense	\$265,594	\$193,875	\$193,875
11				
12	State Income Tax Rate:	7.18%	7.18%	7.18%
13				
14	Deferred State Income Tax Expense (line 10 x 12)	<u><b>-\$19,070</b></u>	<u><b>-\$13,920</b></u>	<u><b>-\$13,920</b></u>
15				
16				
17				
18				
19	Total Taxable Basis for Deferred FIT Expense			
20	(Lines 10 + 14)	246,525	179,955	179,955
21				
22	Federal Income Tax Rate:	<u>35.00%</u>	<u>35.00%</u>	<u>35.00%</u>
23				
24	Deferred Fed. Income Tax Expense (line 20 x 22)	<u><b>-\$86,284</b></u>	<u><b>-\$62,984</b></u>	<u><b>-\$62,984</b></u>

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F. Simpson

**Difference between Book and Tax Depreciation**

Line	Description (A)	Unadjusted Present Rates (B)	Test Year at Present Rates (C)	Pro Forma Proposed (D)
1	Tax / Book Depreciation Timing Differences:			
2				
3	Tax Depreciation	\$1,715,726	1,715,726	1,715,726
4	Book Depreciation	<u>1,436,107</u>	<u>1,507,826</u>	<u>1,507,826</u>
5	Tax Depreciation in Excess of Book	279,619	207,900	207,900
6				
7				
8				
9				
10	Total Tax / Book Depreciation Timing Differences -	<b>\$279,619</b>	<b>\$207,900</b>	<b>\$207,900</b>
11				
12	State Income Tax Rate:	7.18%	7.18%	7.18%
13				
14	Attributable Deferred SIT Expense (line 10 x 12)	<b><u>-\$20,077</u></b>	<b><u>-\$14,927</u></b>	<b><u>-\$14,927</u></b>
15				
16				
17	Tax / Book Depreciation Timing Differences-DFIT:			
18	(Lines 10 + 14)	259,542	192,972	192,972
19				
20	Federal Income Tax Rate:	<u>35.00%</u>	<u>35.00%</u>	<u>35.00%</u>
21				
22	Attributable Deferred FIT Expense (line 18 x 20)	<b><u>-\$90,840</u></b>	<b><u>-\$67,540</u></b>	<b><u>-\$67,540</u></b>

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D. Leppert

Proposed Test Year Period: Future  
Period Reported: Average 2001

**Interest Synchronization**

Line

1 - Calculation of synchronized interest:

2

3

4

Calculation Components

Reference

Amount

5

6

7

8

9

Average Future Test Year Rate Base

B - 1

\$37,191,719

10

11

12

Future Test Year Weighted Cost of Debt

D - 1

4.12603%

13

14

15

16

17

Future Test Year Synchronized Interest

To WP-C1  
Col. F & H, line 38

\$1,534,540

18

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**Investment Tax and Job Development Credits**

<u>Line</u>	<u>Account Number (A)</u>	<u>Description (B)</u>	<u>Projected Unamortized ITC at 12/31/00 (C)</u>	<u>Additions (D)</u>	<u>Amortizations (E)</u>	<u>Projected Unamortized ITC at 12/31/01 (F)</u>
1	255	Unamortized Federal ITC	\$414,105	\$0	-\$23,474	\$390,631
2						
3						
4	255	Unamortized State ITC	<u>29,120</u>	<u>0</u>	<u>-1080</u>	<u>28,040</u>
5						
6						
7		Total	<u>\$443,225</u>	<u>\$0</u>	<u>-\$24,554</u>	<u>\$418,671</u>

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D. Leppert

Social and Service Club Membership Dues - Total Company

Line	Account # (A)	Account Description (B)	Payee (C)	Amount (D)	Purpose and Nature of the Organization (E)
1	675	<u>1998</u>			
2		Other Expense	Danville Country Club	\$3,496	Business and Social
3			Employee Club Dues	3,241	Business and Social
4					
5		Items Under \$1,000		845	
6		Aggregate Nonoperating Items		0	
7				<u>\$7,582</u>	
8					
9	675	<u>1999</u>			
10		Other Expense	Danville Country Club	\$4,101	Business and Social
11			Kankakee Country Club	5,303	Business and Social
12			Employee Club Dues	2,700	Business and Social
13					
14		Items Under \$1,000		0	
15		Aggregate Nonoperating Items		0	
16				<u>\$12,104</u>	
17					
18	675	<u>2000</u>			
19		Other Expense	Danville Country Club	\$3,060	Business and Social
20			Kankakee Country Club	3,000	Business and Social
21			Employee Club Dues	3,500	Business and Social
22					
23		Items Under \$1,000		0	
24		Aggregate Nonoperating Items		0	
25				<u>\$9,560</u>	
26					
27	675	<u>2001</u>			
28		Other Expense	Danville Country Club	\$3,106	Business and Social
29			Kankakee Country Club	3,045	Business and Social
30			Employee Club Dues	3,553	Business and Social
31					
32		Items Under \$1,000		0	
33		Aggregate Nonoperating Items		0	
34				<u>\$9,704</u>	

**CONSUMERS ILLINOIS WATER COMPANY**Vermilion Water Division  
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D. Leppert**Social and Service Club Membership Dues - Vermilion Water Division**

<u>Line</u>	<u>Account #</u> <u>(A)</u>	<u>Account Description</u> <u>(B)</u>	<u>Payee</u> <u>(C)</u>	<u>Amount</u> <u>(D)</u>	<u>Purpose and Nature of</u> <u>the Organization</u> <u>(E)</u>
1	675	Other Expense	Danville Country Club	\$3,106	Business and Social
2					
3					
4					
5					
6					
7		Items Under \$1,000		0	
8		Aggregate Nonoperating Items		0	
9					
10				<u>\$3,106</u>	

Period Reported: 1998 - 2001  
Prior Year (1999) 12 Mo. Actual

## Charitable Contributions - Total Company

Line	Account # (A)	Account Description (B)	Payee (C)	Amount (D)	Purpose and Nature of the Organization (E)
1	675	1998			
2		Other Expense	United Way	\$7,914	Charitable
3			Danville Area Econ. Devel. Council	5,500	Community & Economic Development
4			Danville Area Community Foundation	2,000	Community & Economic Development
5			Junior Achievement	1,000	Charitable
6			Capital Building Campaign	1,000	Community & Economic Development
7			Danville Soccer Assoc.	1,000	Charitable
8			Schlerman High School	1,000	Charitable
9			Kankakee County Ec. Devel. Council	1,500	Community & Economic Development
10			Kankakee Valley Chamber of Comm.	1,096	Community & Economic Development
11			Christmas in April	1,000	Charitable
12			Provena United Samaritan	1,000	Charitable
13		Items Under \$1,000		10,245	
14		Aggregate Nonoperating Items		0	
15		TOTAL		<u>\$34,255</u>	
16	675	1999			
17		Other Expense	United Way	\$3,613	Charitable
18			Olivet Nazarene University	10,000	Community & Economic Development
19			Boy & Girls Club	1,980	Charitable
20			Rotary Club	1,598	Community & Economic Development
21			Alliance to Restore Kankakee River	5,000	Community & Economic Development
22			Thermal Imaging Fund	1,000	Charitable
23			Village of Bourbonnais	4,500	Charitable
24			The Daily Journal	1,125	Charitable
25			Kankakee County Ec. Devel. Council	3,000	Community & Economic Development
26			Kankakee Valley Chamber of Comm.	1,442	Community & Economic Development
27			Bradley Bourbonnais Little League	1,237	Charitable
28			Danville Family YMCA	1,200	Charitable
29			University of Illinois Exten.	5,000	Community & Economic Development
30			Butler University	1,000	Charitable
31			Eastern Illinois University	1,000	Charitable
32			Vermilion County War Museum	1,000	Charitable
33			Vermilion County Museum	1,000	Charitable
34			Provena United Samaritan	1,000	Charitable
35			Vermilion County Conservation Dist.	1,000	Community & Economic Development
36		Items Under \$1,000		16,911	
37		Aggregate Nonoperating Items		0	
38		TOTAL		<u>\$63,606</u>	
39	675	2000			
40		Other Expense	United Way	\$5,000	Charitable
41			Boy & Girls Club	1,830	Charitable
42			University of Illinois Exten.	5,000	Community & Economic Development
43			Butler University	1,000	Charitable
44			Eastern Illinois University	1,000	Charitable
45			Vermilion County War Museum	1,000	Charitable
46			Vermilion County Museum	1,000	Charitable
47			Provena United Samaritan	1,000	Charitable
48			Vermilion County Conservation Dist.	1,000	Community & Economic Development
49			Danville Family YMCA	1,200	Charitable
50		Items Under \$1,000		30,974	
51		Aggregate Nonoperating Items		0	
52		TOTAL		<u>\$50,004</u>	
53	675	2001			
54		Other Expense	United Way	\$5,000	Charitable
55			Boy & Girls Club	1,830	Charitable
56			University of Illinois Exten.	5,000	Community & Economic Development
57			Butler University	1,000	Charitable
58			Eastern Illinois University	1,000	Charitable
59			Vermilion County War Museum	1,000	Charitable
60			Vermilion County Museum	1,000	Charitable
61			Provena United Samaritan	1,000	Charitable
62			Vermilion County Conservation Dist.	1,000	Community & Economic Development
63			Danville Family YMCA	1,200	Charitable
64		Items Under \$1,000		30,974	
65		Aggregate Nonoperating Items		0	
66		TOTAL		<u>\$50,004</u>	

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D. Leppert

**Charitable Contributions - Vermilion Water Division**

Line	Account # (A)	Account Description (B)	Payee (C)	Amount (D)	Purpose and Nature of the Organization (E)
1	675	<u>2001</u>			
2		Other Expense	Boy & Girls Club	\$1,830	Charitable
3			University of Illinois Exten.	5,000	Community & Economic Development
4			Butler University	1,000	Charitable
5			Eastern Illinois University	1,000	Charitable
6			Vermilion County War Museum	1,000	Charitable
7			Vermilion County Museum	1,000	Charitable
8			Provena United Samaritan	1,000	Charitable
9			Vermilion County Conservation Dist.	1,000	Community & Economic Development
10			Danville Family YMCA	1,200	Charitable
11					
12					
13	675	Items Under \$1,000		7,970	
14					
15		Aggregate Nonoperating Items		<u>0</u>	
16					
17		TOTAL		<u>\$22,000</u>	



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D. Leppert

Period Reported: 2001

**Demonstration and Selling, Advertising, and Miscellaneous Sales Expense**

<u>Line</u>	<u>Account Number</u> <u>(A)</u>	<u>Account Description</u> <u>(B)</u>	<u>Test Year</u> <u>Expense</u> <u>(C)</u>	<u>Ratemaking</u> <u>Adjustments</u> <u>(D)</u>	<u>Expense on C-1</u> <u>(E)</u>
1	660	Miscellaneous Other Expenses	\$22,327	\$0	\$22,327
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13	Total		\$22,327	\$0	\$22,327

CONSUMERS ILLINOIS WATER COMPANY

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**Civic, Political and Related Activities - Total Company**

Line	Account # (A)	Account Description (B)	Payee (C)	Amount (D)	Purpose and Nature of Recipient of Expenditure (E)
1		<u>1998</u>			
2					
3	675	Other Expense	Citizens for Ryan	\$1,000	Political Contribution
4					
5		Items Under \$1,000		<u>1,350</u>	Political Contribution
6			TOTAL	<u>\$2,350</u>	
7					
8					
9		<u>1999</u>			
10					
11	675	Other Expense	James Pate Phillip Campaign	\$2,000	Political Contribution
12			Friends of Lee A. Daniels Campaign	2,000	Political Contribution
13			Citizens for Emil Jones	2,000	Political Contribution
14			Citizens for Phil Novak	1,050	Political Contribution
15			Citizens for Rauschenberger	1,500	Political Contribution
16			M. Madigan	3,000	Political Contribution
17					
18		Items Under \$1,000		<u>7,800</u>	Political Contribution
19			TOTAL	<u>19,350</u>	
20					
21					
22		<u>2000</u>			
23					
24	675	Other Expense	James Pate Phillip Campaign	\$2,000	Political Contribution
25			Friends of Lee A. Daniels Campaign	2,000	Political Contribution
26			Citizens for Emil Jones	2,000	Political Contribution
27			Citizens for Phil Novak	1,050	Political Contribution
28			Citizens for Rauschenberger	1,500	Political Contribution
29			M. Madigan	3,000	Political Contribution
30					
31		Items Under \$1,000		<u>13,800</u>	Political Contribution
32				<u>25,350</u>	
33					
34					
35		<u>2001</u>			
36					
37	675	Other Expense	James Pate Phillip Campaign	\$2,000	Political Contribution
38			Friends of Lee A. Daniels Campaign	2,000	Political Contribution
39			Citizens for Emil Jones	2,000	Political Contribution
40			Citizens for Phil Novak	1,050	Political Contribution
41			Citizens for Rauschenberger	1,500	Political Contribution
42			M. Madigan	3,000	Political Contribution
43					
44		Items Under \$1,000		<u>13,800</u>	Political Contribution
45				<u>25,350</u>	

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D. Leppert

**Civic, Political and Related Activities - Vermilion Water Division**

<u>Line</u>	<u>Account #</u> (A)	<u>Account Description</u> (B)	<u>Payee</u> (C)	<u>Amount</u> (D)	<u>Purpose and Nature of Recipient of Expenditure</u> (E)
1		Total Company costs from page 1 are charged to Corporate cost center and allocated to divisions through Contractual Services - Management			

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## Rate Case Expense

### Analysis of Total Projected Expenses:

Line (A)	Categories	Amount
1	Outside Consultants / Witnesses	\$100,000
2	Outside Legal Services	75,000
3	Paid Overtime (see footnote #1)	0
4	Other Expenses (see footnote #2)	<u>164,880</u>
5		
6		
7	Total Expense	\$339,880

### (B) Outside Consultant / Witness Detail:

Line	Name	Estimated Fee	Basis of Charge	Travel Exp.	Other Exp.	Projected Total Exp. Of Instant Rate Case	Type of Service Rendered	Specific Service Rendered	Total Jurisdictional	Amount in Jurisdictional Proposed C-1 (3 Year Amort.)
12	Jones, Day, Reavis & Pogue	\$70,600		\$4,400		\$75,000	Legal	Legal Overview	\$28,799	\$9,600
13	PSC - Legal	63,750	Hourly at Cost	5,250		69,000	Legal	Direct Legal Support	27,563	9,188
14	AUS - Pauline Ahern	23,000		2,000		25,000	Witness	Rate of Return on Equity	9,896	3,299
15	Guastella Associates	17,500		2,500		20,000	Witness	Depreciation Study	8,018	2,673
16	GPM - David Monie	16,500		3,500		20,000	Witness	Cost of Service Study	7,891	2,630
17	Arthur Andersen	35,000				35,000	Audit Plan/Case	Compliance with Sch. H-2	13,779	4,593
18	PSC - Rate Dept.	37,500	Hourly at Cost	12,000		49,500	Rate Support Etc.	Case Mgt. Assist. & Support	19,732	6,577
19	Other Expenses - Misc.	<u>0</u>		<u>0</u>	<u>46,380</u>	<u>46,380</u>	Miscellaneous	Please see Footnote #2	<u>17,976</u>	<u>5,992</u>
20		\$263,850		\$29,650	\$46,380	\$339,880			\$133,654	\$44,551

### (C) Footnotes:

- 1) Paid overtime is not anticipated / reflected in this filing with regard to rate case expense.  
2) Other Expenses includes \$10,000 transcripts, \$5,000 notification, \$2,000 printing and \$5,000 engineering.

### (D) Amortization of Previous Rate Case Expenses:

Proposed rates reflected on Schedule C - 1 reflect amortizations of previous rate case expense as follows:

Vermilion Water Division:	\$14,793
---------------------------	----------

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### Rate Case Expense Comparisons

<u>Line</u>	<u>Categories</u>	<u>Current Case Amount</u>	<u>Prior Case Docket # 97-0351 Amount -Vermilion</u>
1	Outside Consultants / Witnesses	\$39,584	\$37,327
2	Outside Legal Services	28,799	175,581
3	Paid Overtime	0	0
4	Other Expenses	<u>65,271</u>	<u>17,040</u>
5			
6			
7	Total Expense	<u>\$133,654</u>	<u>\$229,948</u>
8			
9			
10			
11	If 20% Difference - Explanation:		
12			
13			
14			
15			
16	Consumers Illinois Water Company is utilizing PSC legal and rate staff in this proceeding for significant savings.		

**CONSUMERS ILLINOIS WATER COMPANY**

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Prior Year (1999) 12 Mo. Actual**Total Payroll Costs**

Total Company

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<u>Line</u>	<u>Function</u> <u>(A)</u>	1998 <u>(B)</u>	1999 <u>(C)</u>	Projected 2000 <u>(D)</u>	Projected 2001 <u>(E)</u>
1	Direct Payroll to O & M	\$3,277,775	\$3,522,115	\$3,507,717	\$3,915,995
2	Direct Payroll to Construction	624,059	440,804	709,277	475,685
3	Direct Payroll to Cost of Removal	0	0	0	0
4	Direct Payroll to Other Items -	<u>312,884</u>	<u>230,839</u>	<u>94,655</u>	<u>106,181</u>
5					
6	Total Payroll Costs	\$4,214,718	\$4,193,758	\$4,311,649	\$4,497,862
7					
8					
9	Total Pension Costs	-15,293	13,275	13,294	13,294
10	Total Payroll Related Taxes	321,047	322,117	350,996	365,085
11	Total Other Benefits	1,115,272	1,020,959	1,106,090	1,127,553
12					
13	Total Payroll-Related Costs	\$1,421,026	\$1,356,351	\$1,470,381	\$1,505,933
14					
15					
16	Total Payroll-Related Costs to O & M	1,063,155	1,130,292	1,306,667	1,398,129
17					
18	Total Payroll-Related Costs to Const.	357,871	226,059	163,714	107,803
19					
20					
21					
22	Total PR Costs and PR-Related to O&M	\$4,340,930	\$4,652,407	\$4,814,384	\$5,314,125

**CONSUMERS ILLINOIS WATER COMPANY**

Vermilion Water Division

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Period Reported: 1998 - 2001  
Prior Year (1999) 12 Mo. Actual**Total Payroll Costs**

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D. Leppert

<u>Line</u>	<u>Function</u> <u>(A)</u>	1998 <u>(B)</u>	1999 <u>(C)</u>	Projected 2000 <u>(D)</u>	Projected 2001 <u>(E)</u>
1	Direct Payroll to O & M	\$908,454	\$987,502	\$1,083,772	\$1,155,921
2	Direct Payroll to Construction	207,169	127,915	180,307	164,684
3	Direct Payroll to Cost of Removal	0	0	0	0
4	Direct Payroll to Other Items -	<u>89,529</u>	<u>46,132</u>	<u>52,836</u>	<u>56,354</u>
5					
6	Total Payroll Costs	\$1,205,152	\$1,161,550	\$1,316,916	\$1,376,958
7					
8					
9	Total Pension Costs	-4,476	3,679	4,487	4,504
10	Total Payroll Related Taxes	88,833	81,060	108,719	113,449
11	Total Other Benefits	272,202	285,566	326,892	333,161
12					
13	Total Payroll-Related Costs	\$356,559	\$370,305	\$440,097	\$451,114
14					
15					
16	Total Payroll-Related Costs to O & M	226,698	357,331	398,483	413,797
17					
18	Total Payroll-Related Costs to Const.	129,861	12,974	41,614	37,317
19					
20					
21					
22	Total PR Costs and PR-Related to O&M	\$1,135,152	\$1,344,833	\$1,482,255	\$1,569,718

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Proposed Test Year Period: Future  
Period Reported: 1996 and 1997

### Comparison of Actual Payroll Costs in Prior Years - Total Company

Line	Account Number (A)	Account Description (B)	Actual 1996 Direct Payroll Costs (C)	Actual 1997 Direct Payroll Costs (D)	Payroll Variance (E)	% Variance (F)
1	601 - 603	Source of Supply - Operations	\$181,113	\$190,105	\$8,992	4.96%
2						
3	601 - 603	Source of Supply - Maintenance	81,100	74,094	-7,006	-8.64%
4						
5	601 - 603	Water Treatment - Operations	456,033	477,448	21,415	4.70%
6						
7	601 - 603	Water Treatment - Maintenance	166,226	150,906	-15,320	-9.22%
8						
9	601 - 603	Transmission and Distribution - Operations	461,022	437,716	-23,306	-5.06%
10						
11	601 - 603	Transmission and Distribution - Maintenance	310,365	322,183	11,818	3.81%
12						
13	601 - 603	Customer Accounts Expense	474,665	428,303	-46,362	-9.77%
14						
15	601 - 603	Admin. & General Expense	605,799	607,029	1,230	0.20%
16						
17	601 - 603	Sewer Related Payroll	<u>581,588</u>	<u>490,813</u>	<u>-90,775</u>	<u>-15.61%</u>
18		SUB-TOTAL Payroll O&M Expense	3,317,911	3,178,597	-139,314	-4.20%
19						
20	105	Capital	667,557	475,685	-191,872	-28.74%
21	419,421,426	Non-operating & Other	190,227	106,181	-84,046	-44.18%
22						
23						
24		Total Payroll Costs:	\$4,175,695	\$3,760,464	-\$415,231	-9.94%
25						

Note - Includes Sewer Payroll as well



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Proposed Test Year Period: Future  
Period Reported: 1996 and 1997

### Comparison of Actual Payroll Costs in Prior Years - Vermilion Water Division

Line	Account Number (A)	Account Description (B)	Actual 1996 Direct Payroll Costs (C)	Actual 1997 Direct Payroll Costs (D)	Payroll Variance (E)	% Variance (F)
1	601 - 603	Source of Supply - Operations	\$44,934	\$46,525	\$1,591	3.54%
2						
3	601 - 603	Source of Supply - Maintenance	5,250	4,178	-1,072	-20.42%
4						
5	601 - 603	Water Treatment - Operations	183,727	195,800	12,073	6.57%
6						
7	601 - 603	Water Treatment - Maintenance	55,429	60,902	5,473	9.87%
8						
9	601 - 603	Transmission and Distribution - Operations	176,675	169,680	-6,995	-3.96%
10						
11	601 - 603	Transmission and Distribution - Maintenance	74,019	66,791	-7,228	-9.77%
12						
13	601 - 603	Customer Accounts Expense	166,947	190,343	23,396	14.01%
14						
15	601 - 603	Admin. & General Expense	186,544	219,952	33,408	17.91%
16						
17	601 - 603	Other	0	0	0	#DIV/0!
18		SUB-TOTAL Payroll O&M Expense	893,525	954,171	60,646	6.79%
19						
20	105	Capital	217,966	225,317	7,351	3.37%
21	419,421,426	Non-operating & Other	100,663	77,574	-23,089	-22.94%
22						
23						
24		Total Payroll Costs:	\$1,212,154	\$1,257,062	\$44,908	3.70%
25						

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Proposed Test Year Period: Future  
Period Reported: 1997 and 1998

### Comparison of Actual Payroll Costs in Prior Years - Total Company

Line	Account Number (A)	Account Description (B)	Actual 1997 Direct Payroll Costs (C)	Actual 1998 Direct Payroll Costs (D)	Payroll Variance (E)	% Variance (F)
1	601 - 603	Source of Supply - Operations	\$190,105	\$224,411	\$34,306	18.05%
2						
3	601 - 603	Source of Supply - Maintenance	74,094	69,127	-4,967	-6.70%
4						
5	601 - 603	Water Treatment - Operations	477,448	489,126	11,678	2.45%
6						
7	601 - 603	Water Treatment - Maintenance	150,906	186,696	35,790	23.72%
8						
9	601 - 603	Transmission and Distribution - Operations	437,716	500,451	62,735	14.33%
10						
11	601 - 603	Transmission and Distribution - Maintenance	322,183	236,064	-86,119	-26.73%
12						
13	601 - 603	Customer Accounts Expense	428,303	388,617	-39,686	-9.27%
14						
15	601 - 603	Admin. & General Expense	607,029	788,550	181,521	29.90%
16						
17	601 - 603	Sewer Related Payroll	<u>490,813</u>	<u>394,737</u>	<u>-96,076</u>	<u>-19.57%</u>
18		SUB-TOTAL Payroll O&M Expense	3,178,597	3,277,779	99,182	3.12%
19						
20	105	Capital	475,685	624,059	148,374	31.19%
21	419,421,426	Non-operating & Other	106,181	312,884	206,703	194.67%
22						
23						
24		Total Payroll Costs:	\$3,760,464	\$4,214,722	\$454,258	12.08%
25						

Note - Includes Sewer Payroll as well

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### Comparison of Actual Payroll Costs in Prior Years - Vermilion Water Division

Line	Account Number (A)	Account Description (B)	Actual 1997 Direct Payroll Costs (C)	Actual 1998 Direct Payroll Costs (D)	Payroll Variance (E)	% Variance (F)
1	601 - 603	Source of Supply - Operations	\$46,525	\$16,147	-\$30,378	-65.29%
2						
3	601 - 603	Source of Supply - Maintenance	4,178	74	-4,104	-98.23%
4						
5	601 - 603	Water Treatment - Operations	195,800	221,140	25,340	12.94%
6						
7	601 - 603	Water Treatment - Maintenance	60,902	82,615	21,713	35.65%
8						
9	601 - 603	Transmission and Distribution - Operations	169,680	213,782	44,102	25.99%
10						
11	601 - 603	Transmission and Distribution - Maintenance	66,791	73,073	6,282	9.41%
12						
13	601 - 603	Customer Accounts Expense	190,343	213,028	22,685	11.92%
14						
15	601 - 603	Admin. & General Expense	219,952	88,596	-131,356	-59.72%
16						
17	601 - 603	Other	0	0	0	#DIV/0!
18		SUB-TOTAL Payroll O&M Expense	954,171	908,455	-45,716	-4.79%
19						
20	105	Capital	225,317	211,098	-14,219	-6.31%
21	419,421,426	Non-operating & Other	77,574	55,079	-22,495	-29.00%
22						
23						
24		Total Payroll Costs:	\$1,257,062	\$1,174,632	-\$82,430	-6.56%
25						

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### Comparison of Actual Payroll Costs in Prior Years - Total Company

Line	Account Number (A)	Account Description (B)	Actual 1998 Direct Payroll Costs (C)	Actual 1999 Direct Payroll Costs (D)	Payroll Variance (E)	% Variance (F)
1	601 - 603	Source of Supply	\$50,605	\$56,928	\$6,323	12.49%
2						
3	601 - 603	Pumping Operations	176,207	192,986	16,779	9.52%
4						
5	601 - 603	Pumping Maintenance	66,726	38,462	-28,264	-42.36%
6						
7	601 - 603	Water Treatment - Operations	489,126	535,702	46,576	9.52%
8						
9	601 - 603	Water Treatment - Maintenance	186,696	107,614	-79,082	-42.36%
10						
11	601 - 603	Transmission and Distribution - Operations	500,451	309,761	-190,690	-38.10%
12						
13	601 - 603	Transmission and Distribution - Maintenance	236,064	384,315	148,251	62.80%
14						
15	601 - 603	Customer Accounts Expense	388,617	738,521	349,904	90.04%
16						
17	601 - 603	Admin. & General Expense	788,550	761,928	-26,622	-3.38%
18						
19	601 - 603	Sewer Related Payroll	<u>394,737</u>	<u>395,898</u>	<u>1,161</u>	<u>0.29%</u>
20		SUB-TOTAL Payroll O&M Expense	3,277,779	3,522,115	244,336	7.45%
21						
22	105	Capitalized	624,059	448,727	-175,332	-28.10%
23	142-184	Other Balance Sheet		39,606	39,606	#DIV/0!
24	421	Non-operating	312,884	135,479	-177,405	-56.70%
25						
26		Total Payroll Costs:	\$4,214,722	\$4,145,927	-\$68,795	-1.63%
27						

Note - Includes Sewer Payroll as well

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**Comparison of Actual Payroll Costs in Prior Years - Vermilion Water Division**

Line	Account Number (A)	Account Description (B)	Actual 1998 Direct Payroll Costs (C)	Actual 1999 Direct Payroll Costs (D)	Payroll Variance (E)	% Variance (1) (F)
1	601 - 603	Source of Supply	\$2,796	\$3,040	\$243	8.70%
2						
3	601 - 603	Pumping Operations	9,737	\$10,585	847	8.70%
4						
5	601 - 603	Pumping Maintenance	3,687	\$4,008	321	8.70%
6						
7	601 - 603	Water Treatment - Operations	221,140	\$240,382	19,242	8.70%
8						
9	601 - 603	Water Treatment - Maintenance	82,615	\$89,804	7,189	8.70%
10						
11	601 - 603	Transmission and Distribution - Operations	213,782	\$232,384	18,602	8.70%
12						
13	601 - 603	Transmission and Distribution - Maintenance	73,073	\$79,431	6,358	8.70%
14						
15	601 - 603	Customer Accounts Expense	213,028	\$231,564	18,536	8.70%
16						
17	601 - 603	Administrative & General Expense	88,596	\$96,305	7,709	8.70%
18		SUB-TOTAL Payroll O&M Expense	908,455	987,502	79,047	8.70%
19						
20	105 - 108	Capitalized	211,098	127,915	-83,183	-39.40%
21	142 - 184	Other Balance Sheet	55,079	22,230	-32,849	-59.64%
22	421	Non-Operating	0	23,903	23,903	
23						
24		Total Payroll Costs:	\$1,174,632	\$1,161,550	-\$13,082	-1.11%
25						

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Period Reported: 1999 and 2000

Prior Year (1999) 12 Mo. Actual

**Comparison of Actual Payroll Costs in Prior Years - Total Company**

Line	Account Number (A)	Account Description (B)	Actual 1999 Direct Payroll Costs (C)	Projected 2000 Direct Payroll Costs (D)	Payroll Variance (E)	% Variance (1) (F)
1	601 - 603	Source of Supply	\$56,928	\$46,422	-\$10,506	-18.45%
2						
3	601 - 603	Pumping Operations	192,986	178,635	-14,351	-7.44%
4						
5	601 - 603	Pumping Maintenance	38,462	83,408	44,946	116.86%
6						
7	601 - 603	Water Treatment - Operations	535,702	559,149	23,447	4.38%
8						
9	601 - 603	Water Treatment - Maintenance	107,614	193,112	85,498	79.45%
10						
11	601 - 603	Transmission and Distribution - Operations	309,761	533,244	223,483	72.15%
12						
13	601 - 603	Transmission and Distribution - Maintenance	384,315	345,006	-39,309	-10.23%
14						
15	601 - 603	Customer Accounts Expense	738,521	492,916	-245,605	-33.26%
16						
17	601 - 603	Admin. & General Expense	761,928	681,937	-79,991	-10.50%
18						
19	601 - 603	Sewer Related Payroll	<u>395,898</u>	<u>393,888</u>	<u>-2,010</u>	<u>-0.51%</u>
20		SUB-TOTAL Payroll O&M Expense	3,522,115	3,507,717	-14,398	-0.41%
21						
22	105	Capitalized	448,727	709,277	260,550	58.06%
23	142-184	Other Balance Sheet	39,606	62,134	22,528	56.88%
24	421	Non-operating	135,479	32,521	-102,958	-76.00%
25						
26		Total Payroll Costs:	\$4,145,927	\$4,311,649	\$165,722	4.00%
27						

Note - Includes Sewer Payroll as well

(1) For variance explanations, please refer to WP -C11.1

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Prior Year (1999) 12 Mo. Actual

**Comparison of Actual Payroll Costs in Prior Years - Vermilion Water Division**

Line	Account Number (A)	Account Description (B)	Actual 1999 Direct Payroll Costs (C)	Projected 2000 Direct Payroll Costs (D)	Payroll Variance (E)	% Variance (1) (F)
1	601 - 603	Source of Supply	\$3,040	\$28,179	\$25,140	827.02%
2						
3	601 - 603	Pumping Operations	10,585	24,543	13,959	131.88%
4						
5	601 - 603	Pumping Maintenance	4,008	5,909	1,900	47.41%
6						
7	601 - 603	Water Treatment - Operations	240,382	241,911	1,529	0.64%
8						
9	601 - 603	Water Treatment - Maintenance	89,804	78,062	-11,742	-13.08%
10						
11	601 - 603	Transmission and Distribution - Operations	232,384	234,753	2,369	1.02%
12						
13	601 - 603	Transmission and Distribution - Maintenance	79,431	90,901	11,470	14.44%
14						
15	601 - 603	Customer Accounts Expense	231,564	249,979	18,415	7.95%
16						
17	601 - 603	Administrative & General Expense	<u>96,305</u>	<u>129,534</u>	<u>33,230</u>	<u>34.50%</u>
18		SUB-TOTAL Payroll O&M Expense	987,502	1,083,772	96,270	9.75%
19						
20	105 - 108	Capitalized	127,915	180,307	52,392	40.96%
21		Other Balance Sheet	22,230	21,703	-527	
22	142 - 184	Non-Operating	23,903	31,134	7,231	30.25%
23						
24		Total Payroll Costs:	\$1,161,550	\$1,316,916	\$155,366	13.38%
25						

(1) For variance explanations, please refer to WP -C11.1